

Chevron Resources Company

A Division of Chevron Industries, Inc. 595 Market Street, San Francisco, California Mail Address: P.O. Box 7147, San Francisco, CA 94120-7147

October 8, 1987

Reclamation Bond (ACT/017/007) Chevron Resources Company Vernal Phosphate Operation

Mr. Lowell P. Braxton State of Utah, National Resources Oil, Gas and Mining 355 W. North Temple, Suite 350 Salt Lake City, UT 84180-1203

Dear Mr. Braxton:

Pursuant to your letter dated September 10, Chevron Resources has obtained a revised rider to the captioned reclamation bond in the amount of \$3,813,000. Enclosed for your records is a copy of same.

Very truly yours,

Brian P. Roberts

Senior Land Attorney

BPR:sg Enclosure

cc: Mr. B. E. Gilbert
Chevron Resources Company
Manila Star Route

Vernal, UT 84078

RECEIVED OCT 13 1987

DIVISION OF GIL, GAS & MINING



RELIANCE II ANCE COMPANY PHILADELPHIA, PENNSYLVANIA

UNITED PACIFIC INSURANCE COMPANY FEDERAL WAY. WASHINGTON

PLANET INSURANCE COMPANY FEDERAL WAY, WASHINGTON

RIDER To be attached to and form a part of RECLAMATION BOND Type of Bond: ___ Bond No. executed by ___ CHEVRON RESOURCES COMPANY _ . as Principal. UNITED PACIFIC and by ___ INSURANCE COMPANY, as Surety, STATE OF UTAH in favor of _ JANUARY 26, 1984 and dated _ In consideration of the premium charged for the attached bond, it is hereby agreed to change: BOND AMOUNT From: (\$4,700,000.00) FOUR MILLION SEVEN HUNDRED THOUSAND DOLLARS AND NO/100-----To: (\$3,813,000.00) THREE MILLION EIGHT HUNDRED AND THIRTEEN THOUSAND DOLLARS AND NO/100-----The attached bond shall be subject to all its agreements, limitations and conditions except as herein expressly modified. AUGUST 27, 1987 This rider is effective On this the 28th day of September 19 87, before me State of California SS. the undersigned Notary Public, personally appeared County of San Francisco Helen A. Weires E personally known to me proved to me on the basis of satisfactory evidence **QEFICIAL SEAL** to be the person(s) who executed the within instrument as Attorney-IVAS I SI FATI in-Fact of the corporation therein named, and acknowledged to me NOTARY PUBLIC - CALIFORNIA that the corporation executed it. WITNESS my hand and official SAN FRANCISCO COUNTY seal. My comm. expires MAY 4, 1988

HEAD OFFICE, FEDERAL WAY, WASHINGTON

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS. That the UNITED PACIFIC INSURANCE COMPANY, a corporation duly organized under the laws of the State of Washington, does hereby make, constitute and appoint

HELEN A. WEIRES of SAN FRANCISCO. CALIFORNIA ----

its true and lawful Attorney-in-Fact, to make, execute, seel and deliver for and on its behalf, and as its act and deed

ANY AND ALL BONDS AND UNDERTAKINGS OF SURETYSHIP -

and to bind the UNITED PACIFIC INSURANCE COMPANY thereby as fully and to the same extent as if such bonds and undertakings and other writings obligatory in the nature thereof were signed by an Executive Officer of the UNITED PACIFIC INSURANCE COMPANY and seeled and attested by one other of such officers, and hereby ratifies and confirms all that its said Attorney(s)-in-Fact may do in pursuance hereof.

This Power of Attorney is granted under and by authority of Article VII of the By-Laws of UNITED PACIFIC INSURANCE COMPANY which became affective September 7, 1978, which provisions are now in full force and effect, reading as follows.

ARTICLE VII - EXECUTION OF BONDS AND UNDERTAKINGS

- 1. The Board of Directors, the President, the Chairman of the Board, any Senior Vice President, any Vice President or Assistant Vice President or other officer designated by the Board of Directors shall have power and authority to (a) appoint Attorneys-in-Fact and to authorize them to execute on behalf of the Company, bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof, and (b) to remove any such Attorney-in-Fact at any time and revoke the power and authority given to him.
- 2. Attorneys in-Fact shall have power and authority, subject to the terms and limitations of the power of attorney issued to them, to execute and deliver on behalf of the Company, bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof. The corporate seal is not necessary for the validity of any bonds and undertakings, recognizances, contracts of indemnity and other writings obligatory in the nature thereof.
- 3. Attorneys-in-Fact shall have power and authority to execute affidavits required to be attached to bonds, recognizances, contracts of indemmity or other conditional or obligatory undertakings and they shall also have power and authority to certify the financial statement of the Company and to copies of the By Laws of the Company or any article or section thereof.

This power of attorney is signed and seeled by facsimile under and by authority of the following Resolution adopted by the Board of Directors of UNITED PACIFIC INSURANCE COMPANY at a meeting held on the 5th day of June, 1979, at which a quorum was present, and said Resolution has not been amended or repealed.

"Resolved, that the signatures of such directors and officers and the seal of the Company may be affixed to any such power of attorney or any certificate relating thereto by facsimile, and any such power of attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by facsimile signatures and facsimile seal shall be valid and binding upon the Company in the future with respect to any bond or undertaking to which it is attached."

IN WITNESS WHEREOF, the UNITED PACIFIC INSURANCE COMPANY has caused these presents to be signed by its Vice President, and its corporate mal to be hereto affixed, this 19th day of 19 87 May

STATE OF Washington **COUNTY OF**

King

On this

19th

Mav

, 1987, personally appeared

Charles B. Schmalz

to me known to be the Vice-President of the UNITED PACIFIC INSURANCE COMPANY, and acknowledged that he executed and attested the foregoing instrument and affixed the seel of said corporation thereto, and that Article VII, Section 1, 2, and 3 of the By-Laws of said Company, and the Resolution, set forth therein, are still in full force.

My Commission Expires:

May 15

. 19 90

. Assistant Secretary of the UNITED PACIFIC INSURANCE COMPANY, do hereby certify that the 1. Lawrence W. Carlstrom above and foregoing is a true and correct copy of a Power of Attorney executed by said UNITED PACIFIC INSURANCE COMPANY, which is still in full force and effect

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of said Comp

Lawrence W. Carlstrom